IMMEDIATE RELEASE

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Office of the White House Fress Secretary

THE WHITE HOUSE

FOLLOWING IS THE TEXT OF THE PRESIDENT'S REPORT TO THE NATION, DELIVERED AT 10:00 P.M. (E.D.T.), JULY 25, 1961 FROM THE WHITE HOUSE

Good evening:

Seven weeks ago tonight I returned from Europe to report to you on my meeting with Soviet Premier Khrushchev and others. His grim warnings about the future of the world, the aide-memoire he presented me on Berlin, the subsequent speeches and threats which he and his agents have launched, and the increase in the Soviet Military Budget he announced, have all prompted a series of decisions by this Administration and consultations within the Atlantic Community. In Berlin, as you recall, he intends to bring to an end, through a stroke of his pen, first our legal rights to be in West Berlin -- and secondly our ability to make good on our commitment to the two million free people of that city. That we cannot permit.

We are clear about what must be done -- and we intend to do it. I want to talk frankly with you tonight about the first steps we shall take. These actions will require sacrifice on the part of many citizens. More will be required in the future. They will require, for all of us, courage and perseverance for many years to come. But if we and our allies act out of the strength and unity of our purpose -- with calm determination and steady nerves -- using restraint in our words as well as our weapons -- I am hopeful that both peace and freedom will be sustained.

The immediate threat to free men is in West Berlin. But that isolated outpost is not an isolated problem. The threat is world-wide. Our effort must be equally wide and strong, and not be obsessed by a single manufactured crisis. We face a challenge in Berlin, but there is also, for example, a challenge in Southeast Asia, where the borders are less guarded, the enemy harder to find, and the danger of communism often less apparent to the local population. We face a challenge in our own hemisphere, and wherever else the freedom of human beings is at stake.

Let me remind you that the fortunes of war and diplomacy left the free people of West Berlin 110 miles behind the Iron Curtain. We are there as a result of our victory over Nazi Germany -- and our basic rights deriving from that victory include both our presence in Berlin and the enjoyment of access across East Germany. These rights have been repeatedly confirmed and recognized in special agreements with the Soviet Union. Berlin is not a part of East Germany, but a separate territory under the control of the allied powers. Thus our rights there are clear and firmly rooted. But in addition to those rights is our commitment to sustain -- and defend, if need be -- the opportunity for more than two million people to determine their own future and choose their own way of life.

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Thus, our presence in West Berlin, and our access thereto, cannot be ended by any act of the Soviet Government. The NATO shield was long ago extended to cover West Berlin -- and we have given our word that an attack in that city will be regarded as an attack upon us all.

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For West Berlin -- lying exposed 110 pailes inside of East Germany, surrounded by Soviet troops and close to Soviet supply lines, has many roles. It is more than a showcase of liberty, a symbol, an isle of freedom in a Communist sea. It is even more than a link with the Free World, a beacon of hope behind the Iron Curtain, an escape hatch for refugees.

West Berlin is all of that. But above all it has now become -- as never before -- the great testing place of Western courage and will, a focal point where our solemn commitments and Soviet ambitions now meet in basic confronta-

It would be a mistake for others to look upon Berlin, because of its location, as a tempting target. The United States is there; the United Kingdom and France are there; the pledge of NATO is there -- and the people of Berlin are there. It is as secure as the rest of us -- for we cannot separate its safety from our own. Lin Shad Sous

I hear it said that West Berlin is militarily untenable. So was Bastogne. So, in fact, was Stalingrad. Any dangerous spot is tenable if brave men will make it so.

We do not want to fight -- but we have fought before. And others in earlier times have made the same dangerous mistake of assuming that the West was too selfish and too soft and too divided to resist invasions of freedom in other lands. Those who threaten to unleash the forces of war on a dispute over West Berlin should recall the words of the ancient philosopher: "A man who causes fear cannot be free from fear."

We cannot and will not permit the Communists to drive us out of Berlin, either gradually or by force. For the fulfillment of our pledge to that city is essential to the morale and the security of Western Germany, to the unity of Western Europe, and to the faith of the whole Free World. Soviet strategy has long been aimed, not merely at Berlin, but at dividing and neutralizing all of Europe, forcing us back to our own shores. We must meet our oft-stated pledge to the free peoples of West Berlin -- and maintain our rights and their safety, even in the face of force -- in order to maintain the confidence of other free peoples in our word and our resolve. The strength of the alliance on which our security depends is dependent in turn on our willingness to meet (nu these commitments to the the

So long as the Communists insist that they are preparing to end unilaterally our rights in West Berlin and our commitments to its people, we must be prepared to defend those rights and commitments. We will at all times be ready to talk, if talk will help. But we must also be ready to resist with force, if force is used. / Either alone would fail. Together, they can serve the cause of peace and freedom.

The new preparations that we shall make to defend the peace are part of the long-term build-up in our strength which has been underway since January They are based on our needs to meet a world-wide threat, on a basis which stretches far beyond the present Berlin crisis. Our primary purpose is neither propaganda nor provocation -- but preparation.

A first need is to hasten progress toward the military goals which the North Atlantic allies have set for themselves. In Europe today nothing less will suffice. We will put even greater resources into fulfilling those goals, and look to our allies to do the same.

The supplementary defense build-ups that I asked from the Congress in March and May have already started us moving toward these and our other defense

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goals. They included an increase in the size of the Marine Corps, improved readiness of our reserves, expansion of our air and sea lift, and stepped-up procurement of needed weapons, ammunition, and other items. To insure a continuing invulnerable capacity to deter or destroy any aggressor, they provided for the strengthening of our missile power and for putting 50% of our B-52 and B-47 bombers on a ground alert which would send them on their way within 15 minutes of warning.

These measures must be speeded up, and still others must now be taken. We must have sea and airlift capable of moving our forces quickly and in large numbers to any part of the world.

But even more importantly, we need the capability of placing in any critical area at the appropriate time a force, which, combined with that of our allies, is large enough to make clear our determination and ability to defend our rights at all costs -- and to meet all levels of aggressor pressure with whatever levels of force are required. We intend to have a wider choice than humiliation or all-out nuclear action.

While it is unwise either to call up or to send abroad excessive numbers of these troops before they are needed, let me make it clear that I intend to take whatever steps are necessary to make certain that such forces can be deployed at the appropriate time without lessening our ability to meet other military needs.

Thus, in the days and months ahead, I shall not hesitate to ask for additional measures from the Congress, or exercise any of the executive powers I possess to meet this threat to peace. Everything essential to the security of freedom will be done; and if that should require more men, taxes, controls or other new powers, I shall not hesitate to request them. The measures proposed today will be constantly studied, and altered as necessary. But while we will not let panic shape our policy, neither will we permit timidity to direct our program.

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Accordingly, I am now taking the following steps:

- (1) I am tomorrow requesting of the Congress for the current fiscal year an additional \$3, 247, 000, 000 of appropriations for the military forces.
- (2) To fill out our present Army Divisions, and to make more men available for prompt deployment, I am requesting an increase in the Army's total authorized strength from 875,000 to approximately I million men.
- (3) I am requesting an increase of 29,000 and 63,000 men respectively in the active duty strength of the Navy and Air Force.
- (4) To fulfill these manpower needs, I am ordering that our draft calls be doubled and tripled in the coming months; I am asking the Congress for authority to order to active duty certain ready reserve units and individual reservists, and to extend tours of duty; and, under that authority, I am planning to order to active duty a number of air transport squadrons and Air National Guard tactical air squadrons, to give us the airlift capacity and protection we need need. Other reserve forces will be called up if needed.
- (5) Many ships and planes once headed for retirement are to be retained or reactivated, increasing our tactical airpower and our sea lift, airlift, and anti-submarine warfare capability. In addition, our strategic air power will be increased by delaying the deactivation of B-47 bombers.
- (6) Finally, some \$1.8 billion -- about half of the total sum -- is needed for the procurement of non-nuclear weapons, ammunition and equipment.

The details on all these requests will be presented to the Congress beginning tomorrow. Subsequent steps will be taken to suit subsequent needs. Comparable efforts for the common defense are being discussed with our NATO allies. For their commitment and interest are as precise as our own.

But let me add that I am well aware of the fact that many American families will bear the burden of these requests. Studies or careers will be interrupted; husbands and sons will be called away; incomes will be reduced. But these are burdens which must be borne if freedom is to be defended -- Americans have willingly borne them before -- and they will not flinch from the task now.

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We have another sober responsibility. To recognize the possibilities of nuclear war in the missile age, without our citizens knowing what they should do and where they should go if bombs begin to fall, would be a failure of responsibility. In May, I pledged a new start on Civil Defense. Last week, I assigned, on the recommendation of my Civil Defense director, basic responsibility in this program to the Secretary of Defense, to make certain it is administered and coordinated with our continental defense efforts at the highest civilian level. Tomorrow, I am requesting of the Congress new funds for the following immediate objectives: to identify and mark space in existing structures -- public and private -- that could be used for fall-out shelters in case of attack; to stock those shelters with food, water, firstaid kits, tools, sanitation facilities and other minimum essentials for survival; to increase their capacity; to improve our aid-raid warning and fall-out detection systems, including a new household warning system now under development; and to take other measures that will be effective at an early date to save millions of lives if needed. Aln addition, new Federal buildings will include space suitable for fall-out shelters; as well as normal

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In the event of an attack, the lives of those families which are not hit in a nuclear blast and fire can still be saved -- if they can be warned to take shelter and if that shelter is available. We owe that kind of insurance to our families -- and to our country. In contrast to our friends in Europe, the need for this kind of protection is new to our shores. But the time to start is now. In the coming months, I hope to let every citizen know what steps he can take without delay to protect his family in case of attack. I know you would not want to do less.

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The addition of \$207 million in Civil Defense appropriations brings our total new defense budget requests to \$3.454 billion, and a total of \$47.5 billion for the year. This is an increase in the defense budget of \$6 billion since January, and has resulted in official estimates of a budget deficit of over \$5 billion. The Secretary of the Treasury and other economic advisers assure me, however, that our economy has the capacity to bear this new request.

We are recovering strongly from last winter's recession. The increase in this last quarter of our total national output was greater than that for any post-war period of initial recovery. And yet, wholesale prices are actually lower than they were during the recession, and consumer prices are only 1/4 of 1% higher than they were last October. In fact, this last quarter was the first in eight years in which our production has increased without an increase in the overall-price index. And for the first time since the fall of 1959, our gold position has improved and the dollar is more respected abroad. These gains, it should be stressed, are being accomplished with Budget deficits far smaller than those of the 1958 recession.

This improved business outlook means improved revenues; and I intend to submit to the Congress in January a budget for the next fiscal year which will be strictly in balance. Nevertheless, should an increase in taxes be needed to achieve that balance in view of these or subsequent defense rises, those increased taxes will be requested.

Meanwhile, to help make certain that the current deficit is held to a safe level, we must keep down all expenditures not thoroughly justified in budget requests. The luxury of our current post-office deficit must be ended. Costs in military procurement will be closely scrutinized -- and in this effort I welcome the cooperation of the Congress. The tax loopholes I have specified -- on expense accounts, overseas income, dividends, interest, cooperatives and others -- must be closed.

I realize that no public revenue measure is welcomed by everyone. But I am certain that every American wants to pay his fair share, and not leave the burden of defending freedom entirely on those who bear arms. For we have mortgaged our very future on this defense -- and we cannot fail to meet the payments.

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But I must emphasize again that the choice is not merely between resistance and retreat, between atomic holocaust and surrender. Our peace-time military posture is traditionally defensive; but our diplomatic posture need not be. Our response to the Berlin crisis will not be merely military or negative. It will be more than merely standing firm. For we do not intend to leave it to others to choose and monopolize the forum and framework of discussion. We do not intend to abandon our duty to mankind to seek a peaceful solution.

As signers of the UN charter, we shall always be prepared to discuss international problems with any and all nations that are willing to talk --

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and listen -- with reason. If they have requests -- not demands -- we shall hear them. If they seek genuine understanding -- not concessions of our rights -- we shall meet with them. We have previously indicated our readiness to remove any actual irritants in West Berlin -- but the freedom of that city is not negotiable. We cannot negotiate with those who say "what's mine is mine, what's yours is negotiable." But we are willing to consider any arrangement or treaty in Germany consistent with the maintenance of peace and freedom, and with the legitimate security interests of all nations.

We recognize the Soviet Union's historical concerns about their security in Central and Eastern Europe, after a series of ravaging invasions -- and we believe arrangements can be worked out which will help to meet those concerns, and make it possible for both security and freedom to exist in this troubled area.

For it is not the freedom of West Berlin which is "abnormal" in Germany today, but the entire situation in that divided country. If any one doubts the legality of our rights in Berlin, we are ready to have it submitted to adjudication. If anyone doubts the extent to which our presence is desired by the people of West Berlin, compared to East German feelings about their regime, we are ready to have that question submitted to a free vote in Berlin, and, if possible, among all the German people. And let us hear at that time from the 21/2 million refugees who have fled the Communist regime in East Germany -- voting for Western-type freedom with their feet.

The world is not deceived by the Communist attempt to label Berlin a hot-bed of war. There is peace in Berlin today. The source of world trouble and tension today is Moscow, not Berlin. And if war begins, it will have begun in Moscow, not Berlin.

For the choice of peace or war is largely theirs, not ours. It is the Soviets who have stirred up this crisis. It is they who are trying to force a change. It is they who have opposed free elections. It is they who have rejected an all-German treaty, and the rulings of international law. And as Americans know from our history on the old frontier, gun battles are caused by outlaws, and not by officers of the peace.

In short, while we are ready to defend our interests, we shall also be ready to search for peace -- in quiet exploratory talks -- in formal or informal meetings. We do not want military considerations to dominate the thinking of either East or West. And Mr. Khrushchev may find that his invitation to other nations to join in a meaningless treaty may lead to their inviting him to join in the community of peaceful men, in abandoning the use of force, and in respecting the sanctity of agreements.

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While all of these efforts go on, we must not be diverted from our total responsibilities, from other dangers, other tasks. If new threats in Berlin or elsewhere should cause us to weaken our new program of to the developing nations who are also under heavy pressure -- or to halt our efforts for disarmament -- or to disrupt or slow down our economy -- or to neglect the education of our children -- then those threats will surely be the most successful and least costly maneuver in Communist history. For we can afford all these efforts, and more -- but we cannot afford nct to meet this challenge.

And the challenge is not to us alone. It is a challenge to every nation which has asserted its sovereignty in the name of liberty. It is a challenge to all who want a world of free choice. It is a special challenge to the Atlantic Community -- the heartland of human freedom.

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We in the West must move together in building military strength. We must consult one another more closely than ever before. We must design together our proposals for peace, and labor together as they are pressed at the conference table. And together we must share the burdens and the risks of this effort.

The Atlantic Community, as we know it, has been built in response to challenge: the challenge of European chaos in 1947; the challenge of the Berlin blockade in 1948, the challenge of Communist aggression in Korea in 1950. Now, standing strong and prosperous, after a decade of unprecedented progress, the Atlantic Community will not forget either its history or the principles which give it meaning.

The solemn vow we each gave to West Berlin in time of peace will not be broken in time of danger. If we do not meet our commitments to Berlin, where will we later stand? If we are not true to our word there, all that we have achieved will mean nothing. And if there is one path above all others to war, it is the path of weakness and disunity. History, I am confident, will record not only that the spirit of freedom was saved in Berlin, but that in its hour of peril that spirit was infused with new honor and new coviction, by a creative alliance for peace.

Today, the endangered frontier of freedom runs through divided Berlin. We want it to remain a frontier of peace. This is the hope of every citizen of the Atlantic Community; every citizen of Eastern Europe; and I am confident, every citizen of the Soviet Union. For I cannot believe that the Russian peoples -- who bravely suffered enormous losses in the Second World War -- would now wish to see the peace upset once more in Germany. The Soviet government alone can convert Berlin's frontier of peace into a pretext for war.

The steps/I have indicated tonight are aimed at avoiding that war. To sum it all up: we seek peace -- but we shall not surrender. That is the central meaning of this crisis -- and the meaning of your government's policy.

With your help, and the help of all free men, this crisis can be surmounted. Freedom can prevail -- and the peace can long endure.

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Goodnight.